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## FISCAL IMPACT REPORT

ORIGINAL DATE 3/9/07

SPONSOR Anderson LAST UPDATED \_\_\_\_\_ HB HJM 78

SHORT TITLE Prompt Payment Provisions in Procurement Code SB \_\_\_\_\_

ANALYST Propst

### APPROPRIATION (dollars in thousands)

Appropriation		Recurring or Non-Rec	Fund Affected
FY07	FY08		
	NFI		

(Parenthesis ( ) Indicate Expenditure Decreases)

### SOURCES OF INFORMATION

LFC Files

### SUMMARY

#### Synopsis of Bill

House Joint Memorial 78 notes that the federal government has acquisition regulations that require prompt payment and that prompt payment may reduce overall cost of public works projects due to increased interest from available bidders and reduced costs of capital.

HJM 78 requests that the Department of Finance and Administration work with the General Services Department to study the viability of prompt payment provisions similar to the federal acquisition regulations in order to move towards a 14 day payment for goods and services in New Mexico.

DFA is to report its findings and recommendations for legislation by December 2007. The Legislative Council Service will determine the appropriate interim legislative committee to receive the report.

WEP/mt